

NARBHA
STATEMENT OF FINANCIAL POSITION
AS OF: December 31, 2005

ASSETS

CURRENT ASSETS

101 Cash (Disclose on Schedule A)	\$11,966,616
102 Current Investments	
103 Accounts Receivable (net) (Disclose on Schedule A)	\$2,769,566
104 Notes Receivable (current portion)	\$300,000
105 Prepaid Expenses	\$239,466
106 Other Current Assets (Disclose on Schedule A)	\$4,248
107 Total Current Assets	<u>\$15,279,896</u>

NON-CURRENT ASSETS

108 Land	1,033,533
109 Building	3,104,039
110 Leasehold Improvements	-
111 Furniture and Equipment	1,624,615
112 Vehicles	162,195
113 Total Property and Equipment	<u>\$5,924,382</u>
114 Less: Accumulated Depreciation	1,544,658
115 Net Property and Equipment	<u>\$4,379,724</u>
116 Notes Receivable (net of current portion)	\$100,000
117 Performance Bond (Disclose on Schedule A)	
118 Long Term Investments	
119 Deposits	
120 Other Noncurrent Assets (Disclose on Schedule A)	-
121 Total Noncurrent Assets	<u>\$4,479,724</u>
122 TOTAL ASSETS	<u><u>\$19,759,620</u></u>

LIABILITIES AND NET ASSETS/EQUITY

CURRENT LIABILITIES

201 Incurred But Not Reported Claims (Disclose on Sch. A)	\$734,141
202 Reported But Unpaid Claims	-
203 Payable to ADHS (Disclose on Schedule A)	\$128,821
204 Other Amounts Payable to Providers	4,343,316
205 Trade Accounts Payable	142,678
206 Accrued Salaries and Benefits	242,215
207 Long-term Debt (current portion)	144,450
208 Deferred Revenue (Disclose on Schedule A)	\$65,644
209 Risk Pool Payable	
210 Other Current Liabilities (Disclose on Schedule A)	\$148,159
211 Total Current Liabilities	<u>\$5,949,425</u>

NON-CURRENT LIABILITIES

212 Long-term debt (net of current portion)	2,139,904
213 Loss Contingencies (Disclosed on Schedule A)	\$0
214 Other Noncurrent Liabilities (Disclose on Schedule A)	\$0
215 Total Noncurrent Liabilities	<u>\$2,139,904</u>
216 TOTAL LIABILITIES	<u>\$8,089,329</u>
217 NET ASSETS/EQUITY	
Unrestricted Net Assets	11,670,291
Restricted Net Assets (Disclose on Schedule A)	\$0

218 TOTAL LIABILITIES AND NET ASSETS/EQUITY	<u><u>\$19,759,620</u></u>
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**NARBHA
STATEMENT OF FINANCIAL POSITION**

AS OF:

December 31, 2005

Schedule A Disclosures

ASSETS:

Cash

Unrestricted	11,966,616
Restricted	

Total Cash	<u>\$11,966,616</u>
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Accounts Receivable

ADHS

	<u>Program ID</u>	<u>Category ID</u>	
Current Year			
	TXXI Child		\$79,413
	NTXIX/XXI Child		\$19,539
	NTXIX/XXI Child	SIG-CHILD & ADOL	\$41,565
	TXIX SMI		\$4,262
	HIFA II SMI		\$21,676
	NTXIX/XXI SMI		(\$6,810)
	TXIX GMHSA		\$398,731
	HIFA II GMH		\$8,989
	Substance Abuse		\$333,503
	Prevention Intervention		\$42,272
Prior Year			
	Select Program		-

Non-ADHS &/or Unrelated Business

Current Year		
	Billings to SAA for ins, etc	1,720,315
	Miscellaneous receivables	96,512
	DES RSA Grant	9,598
Prior Year		-

Allowance for Doubtful Accounts	-
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Total Accounts Receivable	<u>\$2,769,566</u>
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Other Current Assets (Detail of Line 106)

ST. Comp Deposit	\$4,248
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Total Other Current Assets	<u>\$4,248</u>
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Other Noncurrent Assets (Detail of Line 120)

Total Other Noncurrent Assets	<u>-</u>
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PERFORMANCE BOND:

A surety bond for \$ 8,238,106 was purchased from Fidelity and Deposit Company of Maryland

Adjustments:

None

Payables to ADHS - Other* Category

Disclose items recorded as "Other" in the category for Payable to ADHS Section
The amount of \$128,822 is unexpended COOL monies from FY03-04 that need to be returned to ADHS/DOC.

Explain ≥10% fluctuation in account from prior period

Decrease in Accounts Receivable due to excess service loss less than previously calculated
Decrease in Prepaid Expenses due to payments made
Decrease in Notes Receivable due to payments received
Increase in IBNR due to a more detailed analysis done at quarter end
Decrease in Accounts Payable due to timing of payments made at month end
Decrease in Other Current Liabilities due to insurance payment made

LIABILITIES:

IBNR Claims Estimate

Current Year	
FY 06	\$575,800

Prior Year(s)	
FY 05	158,341

Total IBNR	<u>\$734,141</u>
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Payable to ADHS (Detail of Line 203)

	<u>Program ID</u>	<u>Category ID</u>	
Current Year			
	Select Program	Select Category	
Prior Year			
	ADHS DOC	Other*	\$128,821

Total Payable to ADHS	<u>\$128,821</u>
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Deferred Revenue from: (Detail of Line 208)

	<u>Program ID</u>	<u>Category ID</u>	
ADHS			
Current Year			\$0
Prior Year			
	HB2003 Child	Coaching & Training	\$33,537
	HB2003 Child	Services	\$32,107

Non-ADHS &/or Unrelated Business

Current Year	
Prior Year	
Total Deferred Revenue	<u>\$65,644</u>

Other Current Liabilities (Detail of Line 210)

Reserve for Dental & FSA claims	\$105,776
Payable for insurance contract	42,383
Total Other Current Liabilities	<u>\$148,159</u>

Loss Contingencies (Detail of Line 213)

Identify Loss Contingencies	
Total Loss Contingencies	<u>\$0</u>

Other Noncurrent Liabilities (Detail of Line 214)

Identify Other Noncurrent Liabilities	
Total Other Noncurrent Liabilities	<u>\$0</u>

Restricted Net Assets (Detail of Line 217)

Identify Restricted Net Assets	
Total Restricted Net Assets	<u>\$0</u>

NARBHA

STATEMENT OF CHANGES IN NET ASSETS / EQUITY

AS OF : December 31, 2005

		Net Assets /	
		Retained	
		Earnings	Total
Beginning Balance:	July 1, 2005	11,548,023	11,548,023
* Net Surplus / Net Earning for the period ended:	December 31, 2005	122,268	122,268
Dividends Declared			-
** Prior Period Adjustments			-
Ending Balance:	December 31, 2005		-
		\$ -	\$ -
		\$ 11,670,291	\$ 11,670,291

* Net of dividends declared

** Disclosure of Prior Period Adjustments

		TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	HB2003 SMI	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN & MGMT/GEN	TOTAL
REVENUES																								
401	Revenue Under ADHS Contract																							
a	ADHS Revenue	7,732,065	4,717,569	943,345	987,391	437,536	1,822	17,080,132	574,058	4,711,863	126,102	12,453	0	7,481,917	52,295	148,454	2,327,378	500,325	2,100	71,578	0	47,908,383		47,908,383
b	ADHS Revenue - Qualifying Incentive Payments																				0	0		0
402	Specialty & Other Grants*									207											47,218	47,425		47,425
403	Client Fees (Co-pays)																					0		0
404	Third Party Recoveries																							
a	Medicare																					0		0
b	Other Insurance																					0		0
405	Interest Income																					0	143,714	143,714
406	Other Funding Sources - Non ADHS*																				0	0	855,839	855,839
407	Unrelated Business Activities*															0	0	20,000				20,000	370,001	370,001
408	TOTAL REVENUE	7,732,065	4,717,569	943,345	987,391	437,536	1,822	17,080,132	574,058	4,712,070	126,102	12,453	0	7,481,917	52,295	148,454	2,327,378	520,325	2,100	71,578	47,218	47,975,808	1,349,554	49,325,362
EXPENSES																								
Service Expenses:																								
501	Treatment Services																							
a	Counseling																							
1	Counseling, Individual	534,294	216,803	18,390	90,588	48,246		453,256	13,261	109,415	1,586	1,112		586,881	3,380	11,394	92,655					2,181,261		2,181,261
2	Counseling, Family	399,050	163,346	19,113	49,829	36,074		24,351	0	6,685	0	76		30,660	276	471	5,331					735,261		735,261
3	Counseling, Group	119,752	41,128	8,061	32,295	0		194,516	1,485	35,959	0	279		713,842	3,095	5,030	491,660					1,655,605		1,655,605
b	Consultation, Assessment & Specialized Testing	405,700	111,821	12,171	38,668	21,747		230,310	4,348	45,406	171	255		709,141	4,211	11,089	202,380					1,797,419		1,797,419
c	Other Professional	371	0	0	0	0		0	0	0	0	0		0	0	0	0					371		371
d	Total Treatment Services	1,459,167	533,098	57,735	211,380	114,569	0	902,433	19,094	197,466	1,757	1,722	0	2,040,525	10,962	27,984	792,026	0	0	0	0	6,369,917	0	6,369,917
502	Rehabilitation Services																							
a	Living Skills Training	307,871	92,425	39,778	41,257	17,513		885,831	20,037	81,521	0	819		93,441	198	1,553	22,327					1,604,570		1,604,570
b	Cognitive Rehabilitation	0	0	0	0	0		0	0	0	0	0		0	0	0	0					0		0
c	Health Promotion	2,833	259	0	2,605	259		84,156	2,040	14,651	0	0		31,147	184	83	60,201					198,417		198,417
d	Supported Employment Services	1,849	0	0	0	0		225,268	13,479	23,397	0	0		17,095	138	0	0					281,226		281,226
e	Total Rehabilitation Services	312,553	92,684	39,778	43,862	17,772	0	1,195,254	35,556	119,569	0	819	0	141,682	520	1,635	82,528	0	0	0	0	2,084,213	0	2,084,213
503	Medical Services																							
a	Medication Services	0	0	0	0	0		56,309	4,395	9,248	0	0		220,503	0	0	19,830					310,284		310,284
b	Medical Management	394,569	60,700	63,883	18,486	31,635		630,034	19,287	122,399	1,604	584		490,150	3,397	6,856	21,541					1,865,125		1,865,125
c	Laboratory, Radiology & Medical Imagin	14,573	868	1,531	351	795		35,299	1,267	7,611	0	80		22,335	58	570	597					85,936		85,936
d	Electro-Convulsive Therapy	0	0	0	0	0		1,514	0	0	0	0		778	0	0	0					2,291		2,291
e	Total Medical Services	409,142	61,568	65,414	18,837	32,430	0	723,156	24,949	139,258	1,604	664	0	733,766	3,455	7,426	41,968	0	0	0	0	2,263,636	0	2,263,636
504	Support Services																							
a	Case Management	1,787,898	1,024,344	265,868	202,343	115,527		3,606,740	113,649	650,100	3,545	4,460		1,637,609	8,346	33,073	213,968					9,667,468		9,667,468
b	Personal Assistance	4,047	7,522	0	0	0		50,442	3,839	2,213	0	0		113,301	2,117	0	97,985					281,466		281,466
c	Family Support	71,075	54,531	12,223	4,362	2,800		2,626	3,352	368	0	0		7,677	0	448	1,644					161,104		161,104
d	Peer Support	0	0	0	0	0		2,061	0	200	0	0		5,827	0	0	2,313					10,945		10,945
e	Therapeutic Foster Care Services	106,892	643,320	0	32,771	11,122		0	0	0	0	0		0	0	0	0					794,105		794,105
f	Respite Care	250,887	61,321	0	4,588	27,931		0	0	0	0	0		0	0	0	0					344,727		344,727
g	Housing Support	0	0	0	0	0		19,022	0	17	0	0		3,050	0	0	346					22,436		22,436
h	Interpreter Services	1,626	361	0	1,507	0		349	0	10	0	0		3,211	0	0	200					7,264		7,264
i	Flex Fund Services	0	0	0	6,451	0		0	0	7,190	0	0		0	0	0	72,949					86,591		86,591
j	Transportation	203,856	62,814	14,852	15,695	10,513		560,315	10,671	70,593	6	87		241,539	206	1,949	18,933					1,212,030		1,212,030
k	Block Purchase NTXX Consumer Drop In Cente	0	0	0	0	0		0	0	0	0	0		0	0	0	0					0		0
l	Total Support Services	2,426,824	1,854,213	292,943	267,717	167,893	0	4,241,556	131,511	730,691	3,550	4,547	0	2,012,214	10,669	35,469	408,340	0	0	0	0	12,588,136	0	12,588,136
505	Crisis Intervention Services																							
a	Crisis Intervention - Mobile	21,721	47,541	8,114	18,940	1,535		73,100	1,327	12,773	0	785		62,887	243	8,181	13,303					270,450		270,450
b	Crisis Services	0	0	0	0	0		23,300	0	6,290	0	0		212	0	0	0					29,802		29,802
c	Crisis Phones	28,078	0	0	9,022	3,441		33,153	0	7,919	0	0		22,589	0	9,827	1,046					115,074		115,074
d	Total Crisis Intervention Services	49,799	47,541	8,114	27,962	4,976	0	129,553	1,327	26,982	0	785	0	85,688	243	18,009	14,349	0	0	0	0	415,326	0	415,326
506	Inpatient Services																							
a	Hospital																							
1	Psychiatric (Provider Types 02 & 71	33,362	0	110,529	0	14,910		648,994	38,500	362,021	0	0		240,607	0	0	0					1,448,923		1,448,923
2	Detoxification (Provider Types 02 & 71	0	0	0	0	0		0	0	1,054	0	0		30,869	0	0	0					31,923		31,923
b	Sub acute Facility																							

NARBHA
STATEMENT OF ACTIVITIES
YEAR TO DATE AS OF:

December 31, 2005

*DISCLOSE ON SCHEDULE A

	TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	HB2003 SMI	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN & MGMT/GEN	TOTAL
Administrative Expenses:																							
601 Salaries	261,553	156,650	33,076	31,524	12,043	0	569,033	21,995	160,588	4,023	831	0	234,513	1,734	11,149	73,998	36,037	0	2,927	0	1,611,674	0	1,611,674
602 Employee Benefits	67,530	40,536	8,648	7,926	3,090	0	147,294	5,781	41,477	1,042	208	0	60,152	443	2,930	19,055	9,850	0	693	0	416,655	0	416,655
603 Professional & Outside Services	7,030	4,689	805	7,713	302	0	14,925	496	4,093	92	12	0	6,237	39	386	2,075	4,087	0	(8)	0	52,973	0	52,973
604 Travel	7,718	4,717	914	1,338	355	0	16,212	566	4,579	125	25	0	8,096	51	358	2,414	4,328	0	90	0	51,886	0	51,886
605 Occupancy	12,739	7,891	1,536	1,670	580	0	27,548	939	7,752	198	21	0	11,583	94	633	5,112	821	0	(1)	0	79,106	0	79,106
606 Depreciation	23,359	14,200	2,838	2,297	1,066	0	50,601	1,728	14,283	362	38	0	21,310	153	1,105	6,848	1,545	0	70	0	141,803	0	141,803
607 All Other Operating*	69,219	41,938	8,262	10,815	3,198	0	149,346	5,144	39,406	1,052	206	0	62,825	467	3,272	19,215	5,601	0	0	0	419,966	0	419,966
608 Subtotal ADHS Administrative Expenses	449,148	270,621	56,079	63,283	20,634	0	974,959	36,649	272,178	6,894	1,341	0	404,716	2,971	19,833	128,717	62,269	0	3,771	0	2,774,063	0	2,774,063
650 Non ADHS Administrative Expenses*	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	13,511	13,511	85,521	99,032
651 Unrelated Admin. Expense*	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	435,063	435,063
652 Subtotal Administrative Expense	449,148	270,621	56,079	63,283	20,634	0	974,959	36,649	272,178	6,894	1,341	0	404,716	2,971	19,833	128,717	62,269	0	3,771	13,511	2,787,574	520,584	3,308,158
701 Unrelated Business Expenses*															0		20,000				20,000	0	20,000
790 Income Tax Provisions																							
a ADHS Income Tax Provision																						0	0
b Non ADHS Income Tax Provision																						0	0
799 Subtotal Income Tax Provision	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
800 TOTAL EXPENSES	7,610,340	4,642,379	929,514	998,616	543,878	3,721	16,184,089	567,618	4,626,424	24,336	12,884	0	9,338,298	58,266	162,192	2,289,348	556,813	2,100	78,921	52,776	48,682,510	520,584	49,203,094
801 INC(DEC) IN NET ASSETS/EQUITY	121,725	75,190	13,831	(11,225)	(106,342)	(1,899)	896,043	6,440	85,646	101,766	(431)	0	(1,856,381)	(5,971)	(13,738)	38,030	(36,488)	0	(7,343)	(5,558)	(706,702)	828,970	122,268

*Disclose on Schedule A

NARBHA
STATEMENT OF ACTIVITIES
YEAR TO DATE AS OF: December 31, 2005
Schedule A Disclosure

	TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	HB2003 SMI	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN/MGMT/ GEN	TOTAL
DISCLOSURE OF OTHER ADHS REVENUE Itemization of Items Reported In Other Column																					\$0		\$0
Total Other - Other Column																					\$0		\$0
DISCLOSURE OF OTHER GRANTS REPORTED ON LINE 402 Itemization of Items Reported on Line 402 DES/RSA Grant Co-occurring Grant from prior year																					47,218	47,218	47,218
Total Other Grants	0	0	0	0	0	0	0	0	207	0	0	0	0	0	0	0	0	0	0	47,218	47,425	0	47,425
DISCLOSURE OF OTHER REVENUE REPORTED ON LINE 406 Itemization of Items Reported on Line 406 Sanction fees Assessed SAA Greater Ariz Telemed Consortiurm Gain on sale of land held for investment Gain on sale of Elm Ave. & Leroux Str Property Sale of Non Capitalized Assets and other misc																					0	13,705	13,705
Total Other Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	855,839	855,839
UNRELATED BUSINESS ACTIVITIES REPORTED ON LINE 407 Itemization of Items Reported on Line 407 Provider Support Payment of SAPT funds for Hopi Nation																					0	350,001	350,001
Total Unrelated Business Activities	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	20,000	20,000	0	0	20,000	350,001	370,001
DISCLOSURE OF ALL OTHER BEHAVIORAL HEALTH SERVICES ON LINE 511 SMI Homeless Substance Abuse - Rural Detox PASRR Children HB 2003 Training and Coaching Family Leadership Committee Suicide Prevention Recovery Program CMHS/CA-SIG Co-Occuring Training COOL Liaison Jail Assessments/Diversion Video-conferencing svcs allocated to programs																					55,285	125,000	125,000
Total All Other Behavioral Health Services	15,114	9,107	1,887	1,515	694	0	8,000	1,233	9,159	0	45	0	13,619	0	667	4,332	1,919	0	0	0	637,384	0	637,384
DISCLOSURE OF SERVICES EXPENSES FROM NON ADHS SOURCES ON LINE 520 Itemization of Items Reported on Line 520 DES/RSA Grants																					39,265	0	39,265
Total Service Expenses Non-ADHS Sources	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	39,265	39,265	0	39,265
DISCLOSURE OF ALL OTHER OPERATING ON LINE 607 Itemization of Items Reported on Line 607 Supplies, computer/tele-med maint, printing phone, recruiting, insurance, surety bond, etc Sanctions assessed by ADHS	69,219	41,938	8,262	10,815	3,198	0	149,346	5,144	39,406	1,052	206	0	62,825	467	3,272	19,215	5,601	0	0	0	419,966	0	419,966
Total All Other Operating	69,219	41,938	8,262	10,815	3,198	0	149,346	5,144	39,406	1,052	206	0	62,825	467	3,272	19,215	5,601	0	0	0	419,966	0	419,966
DISCLOSURE OF NON-ADHS ADMINISTRATIVE EXPENSES ON LINE 650 Itemization of Items Reported on Line 650 Interest/penalties Other Telemed expenses DES/RSA Grants																					0	67,462	67,462
Total Non-ADHS Admin. Expense	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	13,511	13,511	85,521	99,032
DISCLOSURE OF UNRELATED ADMINISTRATIVE EXPENSES ON LINE 651 Itemization of Items Reported on Line 651 Provider Support																					0	435,063	435,063
Total Unrelated Administrative Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	435,063	435,063
DISCLOSURE OF UNRELATED BUSINESS EXPENSES LINE 701 Itemization of Items Reported on Line 701 Payment of SAPT funds to Hopi Nation																					0	20,000	20,000
Total Unrelated Business Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	20,000	0	0	0	20,000	0	20,000

NARBHA**STATEMENT OF CASH FLOWS****YEAR TO DATE FOR PERIOD ENDED:**

December 31, 2005

CASH FLOWS FROM OPERATING ACTIVITIES:

Changes in Net Assets	122,268
Adjustments to Reconcile Excess of Revenue Over/(Under) Expenses to Net Cash Provided (Used) by Operating Activities:	
Depreciation and Amortization	(644,884)
Changes in Operating Assets and Liabilities	
(Increases)/Decreases in Assets:	
Current Investments	
Receivables	(821,499)
Inventory & Prepaid Expenses	268,933
Interest Receivable	
Deposits	
Other	(843)
Increases/(Decreases) in Liabilities:	
IBNR	197,141
RBUC	
Accounts Payable to ADHS	
Accounts Payable to Providers	747,412
Interest Payable	-
Trade Accounts Payable	(320,374)
Accrued Salaries & Benefits	(1,000)
Unearned Revenue	(100,838)
Other Current Liabilities	67,737

NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<hr/> (485,947)
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CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from Sale of Property & Equipment	1,502,023
Purchases of Property & Equipment	(71,522)
Proceeds from Sales of Investments	185,510
Purchase of Investments	-

NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<hr/> 1,616,011
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CASH FLOWS FROM FINANCING ACTIVITIES:

Acquisition of Debt (Describe on Schedule A)	
Payment of Lease Obligations	(7,177)
Payment of Other Debts (Describe on Schedule A)	(65,061)

NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<hr/> (72,238)
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NET INCREASE/(DECREASE) IN CASH	1,057,826
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BEGINNING CASH	<hr/> \$10,908,790
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ENDING CASH BALANCE *	<hr/> <hr/> 11,966,616
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***NOTE: ENDING CASH BALANCE MUST AGREE WITH TOTAL CASH BALANCE ON BALANCE SHEET**

NARBHA**STATEMENT OF CASH FLOWS****YEAR TO DATE FOR PERIOD ENDED:**

December 31, 2005

Schedule A Disclosure**Describe:**

1. Sources and amounts of cash received for other grants.

DES/RSA Grant	\$	52,249
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2. Underlying transactions for acquisition of debt.

(Debtor, amount, purpose of loan, term, interest rate of debt acquired during the quarter.)

3. Underlying transactions for retirement of debt.

(Debtor, amount paid off.)

4. Cash Flows From Financing Activities - Payment of Other Debt

Xerox - payments of leases	\$	7,177
Compass Bank - payment of mortgage	\$	65,061

5. Supplemental data or non-cash investing and financing activities, gifts, etc.

6. Detail of Depreciation:

Depreciation expense	186,075
Gain on the Sale of Property	<u>(830,959)</u>
Net	<u><u>(644,884)</u></u>

Since the Gain is an "adjustment to Reconcile Excess of Revenue Over/(Under) Expenses to Net Cash Provided (Used) by Operating Activities" it is netted with Depreciation since a line cannot be added to the Statement of Cash Flows.